

## Doniphan County

### Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors

6/11/2018

Using the most recent IMPLAN data available (2016) adjusted for 2018, 17 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Doniphan County economy.<sup>1</sup>

These 17 sectors have a total direct output of approximately **\$128.9 million** and support **458 jobs** in Doniphan County. Running the model for all 17 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Doniphan County Economy						
Impact Type <sup>2</sup>	Employment	% Employment	Total Value Added <sup>3</sup>	Total Value Added % of Gross Regional Product <sup>4</sup>	Output <sup>5</sup>	Output % of Gross Regional Product
Direct Effect	458.1	12.49%	\$30,284,019	12.31%	\$128,910,708	52.41%
Indirect Effect	121.1	3.30%	\$9,631,649	3.92%	\$17,839,049	7.25%
Induced Effect	16.6	0.45%	\$1,496,887	0.61%	\$2,546,104	1.04%
Total Effect	595.7	16.24%	\$41,412,555	16.84%	\$149,295,861	60.69%

As shown in the above table, agriculture, food, and food processing sectors support **596 jobs**, or **16.24%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **\$149.3 million**, roughly **60.69% of the economy**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of GRP. Total value added by the 17 agriculture, food, and food processing sectors is approximately **\$41.4 million**, or **16.84% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **16.84% of the total economy**.

The following tables document the top industries affected by employment and output, as well as a listing of all industries that were analyzed.

<sup>1</sup> Article on building a contribution analysis in IMPLAN that avoids double counting:

[http://www.implan.com/index.php?option=com\\_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70](http://www.implan.com/index.php?option=com_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70)

<sup>2</sup> Direct, indirect, and induced effects sum together to estimate the total economic contribution in the state. **Direct effects** capture the contribution from agricultural and food products. **Indirect effects** capture the economic benefit from farms and agricultural businesses purchasing inputs from supporting industries within the state. **Induced effects** capture the benefits created when employees of farms, agricultural businesses, and the supporting industries spend their wages on goods and services within the state.

<sup>3</sup> Value added = labor income + indirect business taxes + other property type income.

<sup>4</sup> GRP = final demand of households + governments expenditures + capital + exports - imports - institutional sales.

<sup>5</sup> Output = intermediate inputs + value added.

In the top ten agriculture, food, and food processing sectors by employment, the grain farming sector is the top employer with **152 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Doniphan County.

Top Ten Agriculture, Food, and Food Processing Sectors by Employment		
Sector	Total Employment	Total Output
Grain farming	151.5	\$47,419,728
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	129.5	\$13,063,893
Oilseed farming	48.4	\$42,498,040
Commercial logging	34.2	\$1,612,615
Wholesale trade	30.3	\$6,344,901
Landscape and horticultural services	26.2	\$844,670
Dairy cattle and milk production	26.1	\$8,282,167
Fertilizer mixing	19.6	\$12,624,471
Real estate	15.4	\$1,750,237
Truck transportation	12.6	\$1,958,643

The grain farming sector directly contributes approximately **\$47.4 million** to the Doniphan County economy. The table below also shows the amount of revenue that is generated in other industries by having a strong agriculture industry.

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Truck transportation	12.6	\$1,958,643
Real estate	15.4	\$1,750,237
Commercial logging	34.2	\$1,612,615
Monetary authorities and depository credit intermediation	8.2	\$1,610,180

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Doniphan County economy.

<b>All Agriculture, Food, and Food Processing Sectors</b>		
<b>Sector</b>	<b>Total Employment</b>	<b>Total Output</b>
Oilseed farming	48.4	\$42,498,039.95
Grain farming	151.5	\$47,419,728.11
Vegetable and melon farming	0.9	\$142,401.74
Fruit farming	2.1	\$143,151.73
Tree nut farming	0.3	\$36,657.71
Greenhouse, nursery, and floriculture production	0.0	\$4,462.59
All other crop farming	7.8	\$499,924.67
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	129.5	\$13,063,892.97
Dairy cattle and milk production	26.1	\$8,282,166.86
Poultry and egg production	0.5	\$306,684.42
Animal production, except cattle and poultry and eggs	3.0	\$308,621.33
Commercial logging	34.2	\$1,612,615.30
Commercial hunting and trapping	1.2	\$23,885.29
Bread and bakery product, except frozen, manufacturing	2.6	\$257,919.07
Sawmills	4.3	\$938,899.06
Fertilizer mixing	19.6	\$12,624,471.26
Landscape and horticultural services	26.2	\$844,669.90

All 105 counties in Kansas have an IMPLAN model and an agriculture, food, and food processing contribution summary. These values do not factor in the retail environment of food sales. Food retail is important, but in order to provide the most accurate picture of what production agricultural and processing contributes to Doniphan County, the retail sector was omitted.